

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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**FISCAL IMPACT STATEMENT**

**LS 6919**

**BILL NUMBER:** SB 478

**NOTE PREPARED:** Jan 3, 2013

**BILL AMENDED:**

**SUBJECT:** Municipal Street Light Contracts.

**FIRST AUTHOR:** Sen. Lanane

**BILL STATUS:** As Introduced

**FIRST SPONSOR:**

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Local

**Summary of Legislation:** The bill requires a contract or an order for the operation and maintenance of municipal street lights that is entered into or amended after June 30, 2013, to establish a procedure for issuing a refund to the municipality and, if applicable, the county, for nonfunctioning street lights.

**Effective Date:** July 1, 2013.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:** The bill would have an indeterminate, but minimal, one-time cost to develop and include in a contract or order between a municipality and a utility a procedure for the utility to issue refunds for malfunctioning street lights.

On an ongoing basis, refund payments may be made to a municipality that has malfunctioning street lights for more than 30 days. Counties that pay for maintenance or operation of street lights under the contract or order would also receive refunds. A refund, however, is not an additional source of revenue. The potential amount of refunds municipalities or counties may receive is indeterminable.

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:** Municipalities and counties.

**Information Sources:**

**Fiscal Analyst:** Karen Firestone, 317-234-2106.